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BEFORE THE BOARD OF MILK CONTROL OF THE STATE OF MONTANA
ANNOUNCEMENT OF CLASS I, II & III PRODUCER PRICES

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PRODUCER CLASS I PRICE IN MONTANA

REF: ARM 32.24.301(5)

CLASS I PRICE FOR MILK TESTING 3.5%	$15.77	/CWT
CLASS I BUTTERFAT PRICE PER POUND	$1.54	/LB

EFFECTIVE APRIL 1, 2010:

The minimum price to pay milk producers, under ARM 32.24.301, is $15.77 per hundred pounds of milk testing 3.5% butterfat, f.o.b. the milk distributor's plant.

When milk does not test 3.5% butterfat, compute the applicable price by applying a differential of 15.4 cents for each one-tenth of one percent butterfat above or below the midpoint of each producer payment.

The value of one pound of butterfat utilized will be $1.54.

PRODUCER CLASS II PRICE IN MONTANA

REF: ARM 32.24.301(6)

CLASS II PRICE FOR MILK TESTING 3.5%	$13.84	/CWT

Average spray process dry milk solids price per pound	=	$1.13750		
Multiplied by 8.2	x	8.2		
		$9.32750		$9.32750
Last quote of the month for Grade AA butter minus a differential of $.0895	=	$1.38050		
Multiplied by 4.2	x	4.2		
		$5.79810	+	$5.79810
				$15.12560
LESS a make allowance of 8.5% (		$15.1256 X .085)	-	$1.28568
				$13.83992
Rounded to the nearest whole cent	=	**$13.84** /hundredweight.		

CLASS II BUTTERFAT PRICE PER POUND					$1.53 /LB
Last quote of the month for Grade AA butter minus a differential of $.0895	=	$1.38050	X .111)	=	$0.15324
Rounded to the nearest half cent				=	$0.153
Butterfat value per pound for milk at 3.5% test:		$1.53			
Hundredweight price of milk testing 3.5%				=	$13.84
LESS 3.5 pounds of butterfat at		$1.53	per pound	-	$5.355
Value of 96.5 pounds of skim				=	$8.485
CLASS II VALUE OF ONE POUND OF SKIM		8.485	/ 96.5 pounds)	=	$0.08793 /LB

PRODUCER CLASS III PRICE IN MONTANA

REF: ARM 32.24.301(7)

CLASS III PRICE PER CWT FOR MILK TESTING 3.5%				$11.81 /CWT
3.5 pounds of butterfat	x	$1.24	per pound =	$4.340
96.5 pounds of skim	x	$0.07742	per pound =	$7.471
				$11.811 /CWT

CLASS III BUTTERFAT PRICE PER POUND				$1.24 /LB
Last quote of the month for Grade AA butter minus a difference of $.0895	=	$1.38050		
LESS 10%	-	$0.13805		
		$1.24245		
Rounded to the nearest whole cent	=	$1.24	per pound.	
CLASS III PRICE PER CWT FOR SKIM MILK UTILIZED				$7.74183 /CWT
Avg. spray process dry milk solid price/lb =		$1.13750		
Multiplied by 8.2	x	8.2		
		$9.32750		
LESS 17%	-	$1.58568		
		$7.74183		
Rounded to the nearest whole cent	=	$7.74	per hundredweight.	

BY ORDER OF THE MONTANA MILK CONTROL BUREAU

Compiled by: Monte Nick

Monte Nick, Bureau Chief
Montana Milk Control Bureau

BREAKDOWN BY TEST FOR CLASS I, II & III SKIM PRICES

CLASS I SKIM PRICE BASED ON $15.77 FOR 3.5% MILK 96.5 LBS = $10.380			CLASS II SKIM PRICE BASED ON $13.84 FOR 3.5% MILK 96.5 LBS = $8.485			CLASS III SKIM PRICE BASED ON $11.81 FOR 3.5% MILK 96.5 LBS = $7.471		
	Blend Prices			Blend Prices			Blend Prices	
	Quota	Excess		Quota	Excess		Quota	Excess
Jan-00	$ 11.39	$ 8.14	Jul-03	$ 11.23	$ 10.00	Jan-07	$ 13.91	$ 12.41
Feb-00	$ 12.33	$ 7.98	Aug-03	$ 11.65	$ 12.40	Feb-07	$ 14.48	$ 12.98
Mar-00	$ 12.15	$ 8.05	Sep-03	$ 12.58	$ 12.67	Mar-07	$ 14.65	$ 13.15
Apr-00	$ 12.18	$ 8.03	Oct-03	$ 14.50	$ 14.08	Apr-07	$ 15.17	$ 13.67
May-00	$ 12.35	$ 7.79	Nov-03	$ 14.09	$ 12.38	May-07	$ 16.11	$ 14.61
Jun-00	$ 12.47	$ 7.83	Dec-03	$ 14.60	$ 11.22	Jun-07	$ 17.64	$ 16.14
Jul-00	$ 13.11	$ 9.21	Jan-04	$ 14.15	$ 10.59	Jul-07	$ 19.84	$ 18.34
Aug-00	$ 13.51	$ 8.04	Feb-04	$ 12.75	$ 11.64	Aug-07	$ 21.84	$ 20.34
Sep-00	$ 13.38	$ 9.53	Mar-04	$ 13.15	$ 12.48	Sep-07	$ 22.18	$ 20.68
Oct-00	$ 13.49	$ 8.14	Apr-04	$ 14.23	$ 13.94	Oct-07	$ 22.25	$ 20.75
Nov-00	$ 13.40	$ 10.31	May-04	$ 14.45	$ 13.95	Nov-07	$ 21.74	$ 20.24
Dec-00	$ 12.82	$ 9.29	Jun-04	$ 18.35	$ 12.97	Dec-07	$ 21.51	$ 20.01
Jan-01	$ 14.01	$ 10.23	Jul-04	$ 19.04	$ 10.58	Jan-08	$ 20.40	$ 18.90
Feb-01	$ 13.47	$ 9.91	Aug-04	$ 17.27	$ 11.19	Feb-08	$ 20.56	$ 19.06
Mar-01	$ 12.84	$ 10.47	Sep-04	$ 14.63	$ 11.29	Mar-08	$ 19.02	$ 17.52
Apr-01	$ 14.10	$ 11.76	Oct-04	$ 14.24	$ 11.17	Apr-08	$ 17.40	$ 15.90
May-01	$ 14.68	$ 12.62	Nov-04	$ 15.26	$ 11.49	May-08	$ 18.37	$ 16.87
Jun-01	$ 15.78	$ 13.09	Dec-04	$ 13.86	$ 10.66	Jun-08	$ 17.15	$ 15.65
Jul-01	$ 15.48	$ 13.36	Jan-05	$ 15.51	$ 13.80	Jul-08	$ 18.35	$ 16.85
Aug-01	$ 16.52	$ 13.92	Feb-05	$ 15.67	$ 10.61	Aug-08	$ 20.29	$ 18.79
Sep-01	$ 15.74	$ 14.58	Mar-05	$ 14.32	$ 11.99	Sep-08	$ 18.77	$ 17.27
Oct-01	$ 16.74	$ 13.29	Apr-05	$ 15.03	$ 12.43	Oct-08	$ 18.24	$ 16.72
Nov-01	$ 15.40	$ 12.22	May-05	$ 14.74	$ 12.74	Nov-08	$ 16.65	$ 15.15
Dec-01	$ 14.90	$ 10.38	Jun-05	$ 14.57	$ 11.81	Dec-08	$ 17.50	$ 16.00
Jan-02	$ 12.99	$ 10.60	Jul-05	$ 14.09	$ 12.30	Jan-09	$ 15.89	$ 14.39
Feb-02	$ 12.90	$ 10.78	Aug-05	$ 15.16	$ 13.33	Feb-09	$ 14.66	$ 13.16
Mar-02	$ 12.77	$ 10.50	Sep-05	$ 15.47	$ 12.66	Mar-09	$ 11.75	$ 10.25
Apr-02	$ 12.72	$ 10.20	Oct-05	$ 14.76	$ 13.77	Apr-09	$ 10.92	$ 9.42
May-02	$ 12.55	$ 10.84	Nov-05	$ 14.97	$ 13.21	May-09	$ 11.67	$ 10.17
Jun-02	$ 11.51	$ 8.79	Dec-05	$ 14.96	$ 12.29	Jun-09	$ 11.57	$ 10.07
Jul-02	$ 12.30	$ 9.46	Jan-06	$ 14.15	$ 12.46	Jul-09	$ 11.21	$ 9.71
Aug-02	$ 11.82	$ 10.15	Feb-06	$ 14.08	$ 12.58	Aug-09	$ 11.25	$ 9.75
Sep-02	$ 11.86	$ 10.36	Mar-06	$ 14.05	$ 12.55	Sep-09	$ 11.55	$ 10.05
Oct-02	$ 11.68	$ 10.11	Apr-06	$ 12.71	$ 11.21	Oct-09	$ 12.33	$ 10.83
Nov-02	$ 11.60	$ 10.66	May-06	$ 12.44	$ 10.94	Nov-09	$ 13.73	$ 12.23
Dec-02	$ 12.04	$ 10.61	Jun-06	$ 11.98	$ 10.48	Dec-09	$ 15.36	$ 13.86
Jan-03	$ 12.85	$ 10.61	Jul-06	$ 11.44	$ 9.94	Jan-10	$ 15.54	$ 14.04
Feb-03	$ 11.08	$ 9.52	Aug-06	$ 12.24	$ 10.74	Feb-10	$ 15.84	$ 14.34
Mar-03	$ 11.31	$ 9.65	Sep-06	$ 12.44	$ 10.94			
Apr-03	$ 11.10	$ 10.06	Oct-06	$ 12.57	$ 11.07			
May-03	$ 11.17	$ 9.80	Nov-06	$ 13.73	$ 12.23			
Jun-03	$ 10.99	$ 9.49	Dec-06	$ 13.42	$ 11.92			

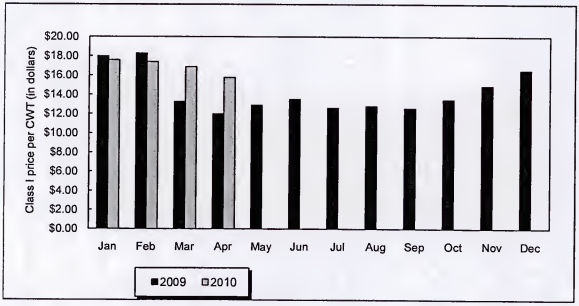
PRODUCER CLASS I PRICE IN MONTANA

Charts below show a class I price comparison for 2008 and 2009

Statistics from the Montana Milk Control Bureau

Month	2009	2010	Difference	% Change
January	$17.98	$17.58	($0.40)	-2.22%
February	$18.29	$17.39	($0.90)	-4.92%
March	$13.27	$16.89	$3.62	27.28%
April	$11.98	$15.77	$3.79	31.64%
May	$12.91		$0.00	0.00%
June	$13.52		$0.00	0.00%
July	$12.63		$0.00	0.00%
August	$12.81		$0.00	0.00%
September	$12.59		$0.00	0.00%
October	$13.48		$0.00	0.00%
November	$14.90		$0.00	0.00%
December	$16.54		$0.00	0.00%
Average	**$14.24**	**$16.91**	**$1.53**	**12.94%**

Prices are per hundredweight (CWT).



Completion of pooling (prior to audit) shows the producer quota blend prices to be:

FEBRUARY: Class I = $9.98; Class II = $0.75 Class III = $5.28; total = $16.01

(calculations based upon utilization percentages of butterfat & skim)